

CITY OF SMITH CENTER

Smith Center, Kansas

FINANCIAL STATEMENT AND INDEPENDENT AUDITOR'S REPORT

For the Year Ended December 31, 2019

MAPES & MILLER
Certified Public Accountants
Phillipsburg, Kansas 67661

CITY OF SMITH CENTER

For the Year Ended December 31, 2019

City Council

Adam Rentschler
Chris Cole
Don Wick

Dave Mace
Tracy Kingsbury

City Offices

Bryce Wiehl
Jill Conaway
Terri Jones

Mayor
City Clerk
City Treasurer

CITY OF SMITH CENTER
Smith Center, Kansas

For the Year Ended December 31, 2019

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INDEPENDENT AUDITOR'S REPORT

Mayor and City Council
City of Smith Center, Kansas
Smith Center, KS 66967

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Smith Center, Kansas, a Municipality, as of and for the year ended December 31, 2019 and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Smith Center, Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Smith Center, Kansas as of December 31, 2019, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Smith Center, Kansas, as of December 31, 2019, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Other Matter

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the 2019 fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, and schedule of regulatory basis receipts and disbursements – agency funds, (Schedules 1, 2, and 3 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the 2019 basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2019 basic financial statement. The 2019 information has been subjected to the auditing procedures applied in the audit of the 2019 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2019 basic financial statement or to the 2019 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2019 supplementary information is fairly stated in all material respects in relation to the 2019 basic financial statement as a whole, on the basis of accounting described in Note 1.

Respectfully submitted,

Mapes & Miller LLP

Certified Public Accountants

October 12, 2020
Phillipsburg, Kansas

CITY OF SMITH CENTER
Smith Center, Kansas

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SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
For The Year Ended December 31, 2019

FUND	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund							
General Operating Fund	\$ 423,466	\$ -	\$ 1,033,336	\$ 964,343	\$ 492,459	\$ 85,123	\$ 577,582
Special Purpose Funds							
Industrial Development Fund	42,922	-	8,749	8,000	43,671	-	43,671
Library Fund	1,876	-	56,877	56,199	2,554	124	2,678
Recreation Fund	1,015	-	31,099	30,299	1,815	-	1,815
Special Street and Highway Fund	87,595	-	43,691	79,467	51,819	24,710	76,529
Special Parks and Recreation Fund	16,189	-	5,715	940	20,964	-	20,964
Employee Benefit Fund	51,762	-	228,713	247,728	32,747	405	33,152
Equipment Reserve Fund	202,137	-	75,000	119,319	157,818	38,697	196,515
Economic Development Fund	178,726	-	157,785	163,526	172,985	1,948	174,933
Economic Development							
Revolving Loan Fund	78,380	-	77,089	181	155,288	-	155,288
Golf Course Donation Fund	5,414	-	6,236	2,239	9,411	-	9,411
Playground Equipment Fund	2,833	-	-	-	2,833	-	2,833
Safe Routes Grant Fund	(9,956)	-	10,241	117	168	2,175	2,343
Partially Self-Funded Health Insurance	32,795	-	46,028	38,237	40,586	-	40,586
Capital Projects Funds							
Airport Grant Fund	(84,503)	-	1,340	535,549	(618,712) *	619,482	770
Community Projects Fund	-	-	759,109	135,563	623,546	110,800	734,346
Swimming Pool CDBG Fund	-	-	-	20,000	(20,000) *	20,000	-
Business Funds							
Water Fund	660,921	-	725,115	587,073	798,963	14,717	813,680
Water Improvement Fund	257,099	-	56,175	123,514	189,760	8,550	198,310
Airport Fund	4,831	-	100,188	101,396	3,623	38,976	42,599
Golf Course Fund	1,627	-	41,022	41,829	820	-	820
Waste Disposal Fund	520,828	-	322,536	369,050	474,314	992	475,306
Total Financial Reporting Entity (Excluding Agency Funds)	<u>\$ 2,475,957</u>	<u>\$ -</u>	<u>\$ 3,786,044</u>	<u>\$ 3,624,569</u>	<u>\$ 2,637,432</u>	<u>\$ 966,699</u>	<u>\$ 3,604,131</u>

* See Note 3 (Cash Basis Exception)

CITY OF SMITH CENTER
Smith Center, Kansas

Statement 1
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SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS

For The Year Ended December 31, 2019

Composition of Cash

Cash On Hand	\$ 100
People's Bank	
Checking Accounts	257,864
Savings	1,087,229
Certificates of Deposit	300,000
Smith County Bank	
Certificates of Deposit	200,000
Guaranty State Bank	
Checking Accounts	1,136,585
NOW Accounts	483,750
Certificates of Deposit	100,000
Farmers Bank & Trust	
NOW Accounts	<u>40,586</u>
Total Cash	3,606,114
Agency Funds Per Schedule 3	<u>(1,983)</u>
Total Financial Reporting Entity (Excluding Agency Funds)	<u>\$ 3,604,131</u>

The notes to the financial statement are an integral part of this statement.

CITY OF SMITH CENTER
Smith Center, Kansas

NOTES TO THE FINANCIAL STATEMENT
December 31, 2019

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

(a) Financial Reporting Entity

The City of Smith Center, Kansas, is a municipal corporation government by an elected mayor and an elected five member council. This financial statement presents the City of Smith Center, the municipality, and does not include its related municipal entities.

(b) Regulatory Basis Fund Types

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities for the City for the year ended December 31, 2019.

General Fund – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose Funds – used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Capital Project Funds – used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

Business Funds – funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund etc.).

Agency Funds – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (i.e. payroll clearing fund, county treasurer tax collection accounts, etc.).

(c) Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America.

The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

(d) Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, Special Purpose Funds (unless specifically exempted by statute), Bond and Interest Funds, and Business Funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for the year ended December 31, 2019.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the City for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for Capital Project Funds, Trust Funds, Agency Funds, and the following:

- Special Purpose Funds
 - Equipment Reserve Fund
 - Economic Development Revolving Loan Fund
 - Golf Course Donation Fund
 - Playground Equipment Fund
 - Safe Routes Grant Fund
 - Partially Self-Funded Health Insurance Fund
- Business Funds
 - Water Improvement Fund

Spending in funds which are not subject to the legal annual operating budget requirements is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

- A. Encumbrances – During the year ended December 31, 2019, fund encumbrance records were not maintained as required by K.S.A. 10-1117, which requires the clerk to maintain a record of each funds' indebtedness and contracts creating a liability against the City.
- B. Depository Coverage – K.S.A. 9-1402 requires deposits at statutorily authorized financial institutions be secured at the market value, which is equal to 100% of the total deposits at any given time. The deposits at the Guaranty State Bank were undersecured on January 18, 2019. Additional securities were obtained subsequent to the violation.
- C. No other statutory violations noted for the year ended December 31, 2019.

3. CASH BASIS EXCEPTION

Airport Grant Fund:

The City received a Federal Aviation Administration (FAA) Grant. The grant document requires the City to expend the monies before they can request reimbursement, which caused the City to have negative unencumbered cash in the Airport Grant Fund at December 31, 2019. K.S.A. 12-1664 provides an exception for a cash basis law violation for the intergovernmental grant funds to expend monies for grant purposes with the expectation of monies to be reimbursed to the City under conditions of the grant award. The City will receive reimbursement for these expenditures in 2020.

Swimming Pool CDBG Fund:

The City received a Community Development Block Grant (CDBG). The grant document requires the City to expend the monies before they can request reimbursement, which caused the City to have negative unencumbered cash in the Swimming Pool CDBG Fund at December 31, 2019. K.S.A. 12-1664 provides an exception for a cash basis law violation for the intergovernmental grant funds to expend monies for grant purposes with the exception of monies to be reimbursed to the City under conditions of the grant award. The City received reimbursements for these expenditures in 2020.

4. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices.

Concentration of Credit Risk. State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. The City's deposits were adequately secured at December 31, 2019.

At December 31, 2019, the City's carrying amount of deposits was \$3,606,014 and the bank balance was \$3,742,963. The bank balance was held by four banks resulting in a concentration of credit risk. Of the bank balance \$990,892 was covered by federal depository insurance, \$2,752,071 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

Custodial Credit Risk – Investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

5. INTERFUND TRANSFERS

Operating transfers were as follows:

Transfer From	Transfer To	Regulatory Authority	Amount
Water Fund	Water Improvement Fund	K.S.A. 12-825d	\$ 56,175
Waste Disposal Fund	Airport Fund	K.S.A. 12-825d	22,000
Waste Disposal Fund	Equipment Reserve Fund	K.S.A. 12-1,117	75,000

6. DEFINED BENEFIT PENSION PLAN

Plan Description. The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 S. Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2, or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009. KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2, and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2, and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability

Program) and the statutory contribution rate was 8.89% for the fiscal year ended December 31, 2019. Contributions to the pension plan from the City were \$60,049 for the year ended December 31, 2019.

Net Pension Liability. At December 31, 2019, the City's proportionate share of the collective net pension liability reported by KPERS was \$456,703. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018, which was rolled forward to June 30, 2019. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publically available on the website at www.kpers.org or can be obtained as described above.

7. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

(a) Other Post Employment Benefits

As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

(b) Death and Disability Other Post Employment Benefits.

As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended December 31, 2019.

(c) Compensated Absences

Vacation Leave

All full-time employees of the City are entitled to paid vacation. After one full year of employment, employees are entitled to five working days of paid vacation. At the end of two years employment, employees are entitled to ten working days paid vacation. At the end of ten years employment, employees are entitled to fifteen working days of paid vacation. After twelve years of employment, employees will receive sixteen working days of paid vacation. After fourteen years, employees will receive seventeen working days of paid vacation. After sixteen years, employees will receive eighteen working days paid vacation. After eighteen years, employees will receive nineteen days vacation. After twenty years, employees will receive the maximum, twenty working days paid vacation. Unused vacation days cannot be carried over to the following year unless approved by the City Council. The City Council did not approve any vacation to be carried over to 2019.

Sick Leave

Employees are given one day sick leave for each month of employment. A total of ninety days sick leave can be accumulated. Part-time employees and temporary employees are not entitled to sick leave unless approved by the City Council. No sick leave exceeding three days will be allowed unless a statement from a doctor certifies that the illness prevented the employee from working. (This is at the discretion of the supervisor). Holiday pay will be paid if an employee is sick on a Holiday. Unused sick leave will not be paid at termination of employment.

Compensatory Time Off

Any employee called out for an emergency, such as snow removal, water main breaks, or sewer main problems will be given compensation at 1½ times their regular pay rate for compensatory time off. The hourly wage is computed by dividing the monthly salary by 174 hours. Unused compensatory time will be paid at termination of employment.

8. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets, errors and omissions; injuries to employees; and natural disasters. The City has been unable to obtain workman's compensation insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other cities in the State to participate in Kansas Municipal Insurance Trust, a public entity risk pool currently operating as a common risk management and insurance program for 160 participating members and the league itself.

The City continues to carry commercial insurance for all other risks of loss, including commercial property, commercial liability, automobile, linebacker, inland marine, surety bonds, commercial output, law enforcement liability, and airport liability. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The City pays a monthly fee to Freedom Claims Management for administration of hospital, health care, and prescription claims. Freedom Claims Management acts as a limited agent for the City in receiving and processing claims for benefits under the plan and disbursing claim payments under the plan. United Healthcare will process and pay all eligible claims above a \$5,000 threshold.

9. CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

	Project Authorization	Cash Disbursements and Accounts Payable to Date
FAA Project	737,950	736,185
Swimming Pool	1,700,206	140,800

10. RELATED PARTY TRANSACTIONS

The City of Smith Center includes the Smith Center Housing Authority employees in its payroll and the Housing Authority reimburses the City. The amount of the reimbursement for the year ended December 31, 2019 was \$67,042.

11. SUBSEQUENT EVENTS

Management has evaluated events subsequent to year end through the date of this report, and does not believe any other events through the date of this report have occurred, which effect the financial statement as presented. However, on March 11, 2020, the Novel Coronavirus Disease, COVID-19, was declared a pandemic by the World Health Organization. On March 13, 2020, a national emergency was declared in the United States concerning the COVID-19 Outbreak. The economic uncertainties related to the pandemic could have a negative impact on the City but management currently is unable to reasonably determine the effects it may have on the City's financial conditions and operations.

12. LONG-TERM DEBT

Changes in long-term liabilities for the City for the year ended December 31, 2019, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance 1/1/2019	Additions	Reductions/ Payments	Balance 12/31/2019	Interest/ Service Fee Paid
Capital Leases									
2018 Fire Truck	1.00%	8/15/2017	\$ 259,234	8/15/2027	\$ 233,311	\$ -	\$ 25,923	\$ 207,388	\$ 2,269
Total Capital Leases					233,311	-	25,923	207,388	2,269
KDHE Loans									
Kansas Public Water Supply Loan	2.16%	12/10/2012	3,274,703	8/1/2035	2,868,546	-	141,308	2,727,238	61,202
Kansas Water Pollution Control Loan	2.83%	10/13/2004	1,661,831	9/1/2027	863,711	-	85,539	778,172	23,842
Total KDHE Loans					3,732,257	-	226,847	3,505,410	85,044
Total Contractual Indebtedness					\$ 3,965,568	\$ -	\$ 252,770	\$ 3,712,798	\$ 87,313

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

Year	Capital Leases		KDHE Loan		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2020	\$ 25,923	\$ 2,009	\$ 232,354	\$ 79,537	\$ 258,277	\$ 81,546
2021	25,923	1,749	237,997	70,894	263,920	72,643
2022	25,924	1,490	243,779	68,112	269,703	69,602
2023	25,924	1,231	249,704	62,187	275,628	63,418
2024	25,924	972	255,776	56,115	281,700	57,087
2025-2029	77,770	1,359	1,151,910	188,782	1,229,680	190,141
2030-2034	-	-	934,615	77,932	934,615	77,932
2035	-	-	199,275	3,234	199,275	3,234
	<u>\$ 207,388</u>	<u>\$ 8,810</u>	<u>\$ 3,505,410</u>	<u>\$ 606,793</u>	<u>\$ 3,712,798</u>	<u>\$ 615,603</u>

13. ECONOMIC DEVELOPMENT REVOLVING FUND/REVOLVING LOAN GRANT FUND

In connection with the Economic Development Revolving Fund and the Revolving Loan Grant Fund, the City has loaned local businesses monies. Principal and interest received from borrowers is required to be re-loaned to additional eligible borrowers as funds become available.

Business	Interest Rate	Date Issued	Original Amount	Outstanding 1/1/2019	Loaned	Principal Payments	Other Decreases	Outstanding 12/31/2019	Interest Received 2019
Retail	5%	09/01/05	\$ 45,000	\$ 8,472	\$ -	\$ 498	\$ -	\$ 7,974	\$ 542
Retail	5%	02/13/09	15,000	834	-	834	-	-	70
Retail	5%	12/29/09	10,000	695	-	695	-	-	17
Service	5%	11/05/10	20,000	2,144	-	2,144	-	-	51
Housing	5%	10/01/11	63,000	19,355	-	6,522	-	12,833	819
Service	5%	10/31/12	15,000	6,207	-	1,470	-	4,737	277
Commercial Real Estate	5%	01/08/15	220,851	67,559	-	10,009	-	57,550	3,149
Retail	5%	02/01/16	20,000	11,730	-	2,558	-	9,172	532
Retail	5%	11/01/16	47,500	40,490	-	(963)	-	41,453	1,363
Service	5%	01/05/17	11,000	7,810	-	418	-	7,392	307
Service	0-5%	06/19/17	120,000	100,178	-	12,109	-	88,069	1,883
Service	0-5%	06/27/17	16,000	8,201	-	8,201	-	-	-
Retail	0-5%	10/16/17	75,000	65,532	-	8,503	-	57,029	236
Retail	0-5%	08/01/19	25,000	18,730	-	12,540	-	6,190	-
Service	0-5%	12/31/19	10,000	10,000	-	1,917	-	8,083	-
Totals			<u>\$ 713,351</u>	<u>\$ 367,937</u>	<u>\$ -</u>	<u>\$ 67,455</u>	<u>\$ -</u>	<u>\$ 300,482</u>	<u>\$ 9,246</u>

CITY OF SMITH CENTER, KANSAS
REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2019

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 1

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2019

FUNDS	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General Fund					
General Operating Fund	\$ 1,316,011	\$ -	\$ 1,316,011	\$ 964,343	\$ (351,668)
Special Purpose Funds					
Industrial Development Fund	39,263	-	39,263	8,000	(31,263)
Library Fund	57,440	-	57,440	56,199	(1,241)
Recreation Fund	50,800	-	50,800	30,299	(20,501)
Special Street and Highway Fund	91,747	-	91,747	79,467	(12,280)
Special Parks and Recreation Fund	15,809	-	15,809	940	(14,869)
Employee Benefit Fund	267,800	-	267,800	247,728	(20,072)
Economic Development Fund	282,861	-	282,861	163,526	(119,335)
Business Funds					
Water Fund	1,103,977	-	1,103,977	587,073	(516,904)
Airport Fund	100,066	1,330	101,396	101,396	-
Golf Course Fund	67,128	-	67,128	41,829	(25,299)
Waste Disposal Fund	702,345	-	702,345	369,050	(333,295)

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-1
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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2019

GENERAL OPERATING FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	\$ 495,749	\$ 519,814	\$ (24,065)
Delinquent Tax	11,079	5,500	5,579
Motor Vehicle Tax	76,962	71,808	5,154
Recreational Vehicle Tax	1,572	1,134	438
16/20M Vehicle Tax	1,700	1,306	394
Excise Tax	26	-	26
Watercraft Tax	-	214	(214)
Commercial Vehicle Tax	8,616	1,738	6,878
Intangibles Tax	25,118	22,847	2,271
Lot Clean-Up	2,750	-	2,750
Highway Connecting Links	12,713	9,700	3,013
Local Alcoholic Liquor Tax	5,715	7,137	(1,422)
Franchise Tax	166,258	158,000	8,258
Licenses & Permits	4,881	3,500	1,381
Fines	1,399	2,500	(1,101)
Key Deposits	625	1,200	(575)
Vehicle Identification Number Receipts	1,150	-	1,150
Interest on Idle Funds	2,871	2,500	371
Swimming Pool & Concessions	16,714	20,000	(3,286)
Rents	1,111	2,000	(889)
Reimbursements	101,877	109,000	(7,123)
Miscellaneous Receipts	4,247	60,000	(55,753)
Fire Department Receipts	27,723	64,000	(36,277)
Local Grants/Donations	36,781	12,000	24,781
Transportation Fares	7,877	4,500	3,377
Sale of Property	28,997	-	28,997
Neighborhood Revitalization Rebate	(11,175)	(11,119)	(56)
Incoming Transfer			
Waste Disposal Fund	-	75,000	(75,000)
Total Receipts	<u>1,033,336</u>	<u>\$ 1,144,279</u>	<u>\$ (110,943)</u>
EXPENDITURES			
General Government			
Personal Services	263,642	\$ 308,200	\$ (44,558)
Contractual Services	111,484	246,911	(135,427)
Commodities	60,193	91,400	(31,207)
Capital Outlay	<u>30,158</u>	<u>2,000</u>	<u>28,158</u>
Total General Government	<u>465,477</u>	<u>648,511</u>	<u>(183,034)</u>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-1
Page 2 of 3

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2019

GENERAL OPERATING FUND (Cont.)

	Actual	Budget	Variance Over (Under)
Municipal Court & Police Department			
Personal Services	\$ 110,323	\$ 138,400	\$ (28,077)
Contractual Services	18,297	30,900	(12,603)
Commodities	13,672	18,350	(4,678)
Capital Outlay	-	10,550	(10,550)
	<hr/>	<hr/>	<hr/>
Total Municipal Court & Police Department	142,292	198,200	(55,908)
	<hr/>	<hr/>	<hr/>
Fire Department			
Contractual Services	30,259	44,400	(14,141)
Commodities	13,351	12,500	851
Capital Outlay	28,192	28,100	92
	<hr/>	<hr/>	<hr/>
Total Fire Department	71,802	85,000	(13,198)
	<hr/>	<hr/>	<hr/>
Street Department			
Personal Services	93,450	109,000	(15,550)
Contractual Services	41,580	45,200	(3,620)
Commodities	62,638	70,100	(7,462)
Capital Outlay	2,148	30,000	(27,852)
	<hr/>	<hr/>	<hr/>
Total Street Department	199,816	254,300	(54,484)
	<hr/>	<hr/>	<hr/>
Park Department			
Contractual Services	2,529	5,000	(2,471)
Commodities	2,791	9,000	(6,209)
	<hr/>	<hr/>	<hr/>
Total Park Department	5,320	14,000	(8,680)
	<hr/>	<hr/>	<hr/>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-1
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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2019

GENERAL OPERATING FUND (Cont.)

	Actual	Budget	Variance Over (Under)
Swimming Pool			
Personal Services	\$ 30,572	\$ 41,000	\$ (10,428)
Contractual Services	4,946	8,600	(3,654)
Commodities	12,099	17,050	(4,951)
Capital Outlay	-	4,350	(4,350)
Total Swimming Pool	<u>47,617</u>	<u>71,000</u>	<u>(23,383)</u>
Street Lighting			
Contractual Services	<u>29,841</u>	<u>40,000</u>	<u>(10,159)</u>
Other Expenditures			
Miscellaneous Expenditures	<u>2,178</u>	<u>5,000</u>	<u>(2,822)</u>
Total Expenditures	<u>964,343</u>	<u>\$ 1,316,011</u>	<u>\$ (351,668)</u>
Receipts Over (Under) Expenditures	68,993		
UNENCUMBERED CASH, January 1, 2019	<u>423,466</u>		
UNENCUMBERED CASH, December 31, 2019	<u>\$ 492,459</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-2

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2019

INDUSTRIAL DEVELOPMENT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	\$ 7,447	\$ 7,810	\$ (363)
Delinquent Tax	165	120	45
Motor Vehicle Tax	1,130	1,054	76
Recreational Vehicle Tax	23	17	6
16/20M Vehicle Tax	25	19	6
Watercraft Tax	-	3	(3)
Commercial Vehicle Tax	127	26	101
Neighborhood Revitalization Rebate	(168)	(163)	(5)
	<u>8,749</u>	<u>\$ 8,886</u>	<u>\$ (137)</u>
Total Receipts			
EXPENDITURES			
Contractual	<u>8,000</u>	<u>\$ 39,263</u>	<u>\$ (31,263)</u>
Receipts Over (Under) Expenditures	749		
UNENCUMBERED CASH, January 1, 2019	<u>42,922</u>		
UNENCUMBERED CASH, December 31, 2019	<u>\$ 43,671</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-3

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2019

LIBRARY FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	\$ 48,411	\$ 50,761	\$ (2,350)
Delinquent Tax	1,072	1,100	(28)
Motor Vehicle Tax	7,347	6,852	495
Recreational Vehicle Tax	150	108	42
16/20M Vehicle Tax	163	125	38
Watercraft Tax	-	20	(20)
Commercial Vehicle Tax	822	166	656
Excise Tax	3	-	3
Neighborhood Revitalization Rebate	(1,091)	(1,061)	(30)
Total Receipts	<u>56,877</u>	<u>\$ 58,071</u>	<u>\$ (1,194)</u>
EXPENDITURES			
Personal Services	49,897	\$ 49,000	\$ 897
Contractual Services	264	4,940	(4,676)
Appropriation to Library Board	6,038	3,500	2,538
Total Expenditures	<u>56,199</u>	<u>\$ 57,440</u>	<u>\$ (1,241)</u>
Receipts Over (Under) Expenditures	678		
UNENCUMBERED CASH, January 1, 2019	<u>1,876</u>		
UNENCUMBERED CASH, December 31, 2019	<u>\$ 2,554</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-4

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2019

RECREATION FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	\$ 22,340	\$ 23,427	\$ (1,087)
Delinquent Tax	495	600	(105)
Motor Vehicle Tax	3,391	3,162	229
Recreational Vehicle Tax	69	50	19
16/20M Vehicle Tax	75	58	17
Watercraft Tax	-	9	(9)
Commercial Vehicle Tax	380	77	303
Excise Tax	1	-	1
Donations & Local Grants	1,565	2,000	(435)
Other Grants	-	18,000	(18,000)
Miscellaneous	325	-	325
Insurance Proceeds	2,962	-	2,962
Neighborhood Revitalization Rebate	(504)	(490)	(14)
	<u>31,099</u>	<u>\$ 46,893</u>	<u>\$ (15,794)</u>
Total Receipts			
EXPENDITURES			
Personal Services	7,153	\$ 8,400	\$ (1,247)
Contractual Services	2,486	5,400	(2,914)
Capital Outlay	-	21,000	(21,000)
Appropriation to Recreation Commission	20,660	16,000	4,660
	<u>30,299</u>	<u>\$ 50,800</u>	<u>\$ (20,501)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	800		
UNENCUMBERED CASH, January 1, 2019	<u>1,015</u>		
UNENCUMBERED CASH, December 31, 2019	<u>\$ 1,815</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-5

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2019

SPECIAL STREET AND HIGHWAY FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Special Highway Tax	\$ 43,691	\$ 42,920	\$ 771
EXPENDITURES			
Contractual Services	29,920	\$ 56,747	\$ (26,827)
Commodities	49,547	35,000	14,547
Total Expenditures	79,467	\$ 91,747	\$ (12,280)
Receipts Over (Under) Expenditures	(35,776)		
UNENCUMBERED CASH, January 1, 2019	87,595		
UNENCUMBERED CASH, December 31, 2019	\$ 51,819		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-6

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2019

SPECIAL PARKS AND RECREATION FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Local Alcoholic Liquor Tax	\$ 5,715	\$ 7,137	\$ (1,422)
EXPENDITURES			
Contractual Services	-	\$ 15,809	\$ (15,809)
Commodities	940	-	940
Total Expenditures	940	\$ 15,809	\$ (14,869)
Receipts Over (Under) Expenditures	4,775		
UNENCUMBERED CASH, January 1, 2019	16,189		
UNENCUMBERED CASH, December 31, 2019	\$ 20,964		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-7

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2019

EMPLOYEE BENEFIT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	\$ 179,498	\$ 188,219	\$ (8,721)
Delinquent Tax	3,472	1,700	1,772
Motor Vehicle Tax	24,456	22,806	1,650
Recreational Vehicle Tax	500	360	140
16/20M Vehicle Tax	541	415	126
Watercraft Tax	-	68	(68)
Commercial Vehicle Tax	2,737	552	2,185
Neighborhood Revitalization Rebate	(4,046)	(3,531)	(515)
Reimbursements	21,547	25,000	(3,453)
Excise Tax	8	-	8
	<u>228,713</u>	<u>\$ 235,589</u>	<u>\$ (6,876)</u>
Total Receipts			
EXPENDITURES			
Social Security & Medicare Tax	47,946	\$ 49,000	\$ (1,054)
Retirement	50,704	50,000	704
Workman's Compensation	12,941	15,000	(2,059)
Health Insurance	125,112	134,600	(9,488)
Dental Insurance	9,247	10,000	(753)
Vision Care	955	1,200	(245)
Unemployment Tax	823	1,000	(177)
Outgoing Transfer			
Partially Self-Funded Health Insurance	-	7,000	(7,000)
	<u>247,728</u>	<u>\$ 267,800</u>	<u>\$ (20,072)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	(19,015)		
UNENCUMBERED CASH, January 1, 2019	<u>51,762</u>		
UNENCUMBERED CASH, December 31, 2019	<u>\$ 32,747</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-8

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2019

EQUIPMENT RESERVE FUND

	<u>Actual</u>
RECEIPTS	
Incoming Transfer	
Waste Disposal Fund	<u>\$ 75,000</u>
EXPENDITURES	
Capital Outlay	<u>119,319</u>
Receipts Over (Under) Expenditures	(44,319)
UNENCUMBERED CASH, January 1, 2019	<u>202,137</u>
UNENCUMBERED CASH, December 31, 2019	<u><u>\$ 157,818</u></u>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-9

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2019

ECONOMIC DEVELOPMENT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Sales Tax	\$ 137,629	\$ 135,000	\$ 2,629
Compensating Use Tax	20,156	25,000	(4,844)
Miscellaneous Receipts	-	3,000	(3,000)
	<u>157,785</u>	<u>\$ 163,000</u>	<u>\$ (5,215)</u>
EXPENDITURES			
Personal Services	36,818	\$ 59,900	\$ (23,082)
Contractual Services	125,794	171,845	(46,051)
Commodities	914	6,000	(5,086)
Capital Outlay	-	14,116	(14,116)
Miscellaneous Expenses	-	10,000	(10,000)
Outgoing Transfer			
Economic Development Revolving Fund	-	21,000	(21,000)
	<u>163,526</u>	<u>\$ 282,861</u>	<u>\$ (119,335)</u>
Receipts Over (Under) Expenditures	(5,741)		
UNENCUMBERED CASH, January 1, 2019	<u>178,726</u>		
UNENCUMBERED CASH, December 31, 2019	<u>\$ 172,985</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-10

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2019

ECONOMIC DEVELOPMENT REVOLVING LOAN FUND

	<u>Actual</u>
RECEIPTS	
Loan Principal & Interest Received	\$ 76,701
Interest on Idle Funds	<u>388</u>
Total Receipts	<u>77,089</u>
EXPENDITURES	
Loan to Applicants	-
Miscellaneous Expenditures	<u>181</u>
Total Expenditures	<u>181</u>
Receipts Over (Under) Expenditures	76,908
UNENCUMBERED CASH, January 1, 2019	<u>78,380</u>
UNENCUMBERED CASH, December 31, 2019	<u><u>\$ 155,288</u></u>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-11

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2019

GOLF COURSE DONATION FUND

	<u>Actual</u>
RECEIPTS	
Local Grants/Donations	<u>\$ 6,236</u>
EXPENDITURES	
Commodities	<u>2,239</u>
Receipts Over (Under) Expenditures	3,997
UNENCUMBERED CASH, January 1, 2019	<u>5,414</u>
UNENCUMBERED CASH, December 31, 2019	<u><u>\$ 9,411</u></u>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-12

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2019

PLAYGROUND EQUIPMENT FUND

	<u>Actual</u>
RECEIPTS	<u>\$ -</u>
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, January 1, 2019	<u>2,833</u>
UNENCUMBERED CASH, December 31, 2019	<u><u>\$ 2,833</u></u>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-13

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2019

SAFE ROUTES GRANT FUND

	<u>Actual</u>
RECEIPTS	
Local Grants	<u>\$ 10,241</u>
EXPENDITURES	
Contractual	98
Commodities	<u>19</u>
Total Expenditures	<u>117</u>
Receipts Over (Under) Expenditures	10,124
UNENCUMBERED CASH, January 1, 2019	<u>(9,956)</u>
UNENCUMBERED CASH, December 31, 2019	<u><u>\$ 168</u></u>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-14

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2019

PARTIALLY SELF-FUNDED HEALTH INSURANCE FUND

	<u>Actual</u>
RECEIPTS	
Interest on Idle Funds	\$ 208
Insurance Premiums	<u>45,820</u>
Total Receipts	<u>46,028</u>
EXPENDITURES	
Contractual Services	<u>38,237</u>
Receipts Over (Under) Expenditures	7,791
UNENCUMBERED CASH, January 1, 2019	<u>32,795</u>
UNENCUMBERED CASH, December 31, 2019	<u><u>\$ 40,586</u></u>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-15

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2019

AIRPORT GRANT FUND

	<u>Actual</u>
RECEIPTS	
Federal Grants	<u>\$ 1,340</u>
EXPENDITURES	
Improvements	<u>535,549</u>
Receipts Over (Under) Expenditures	(534,209)
UNENCUMBERED CASH, January 1, 2019	<u>(84,503)</u>
UNENCUMBERED CASH, December 31, 2019	<u><u>\$ (618,712) *</u></u>

* See Note 3 (Cash Basis Exception)

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-16

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2019

COMMUNITY PROJECTS FUND

	Actual
RECEIPTS	
Interest	\$ 1,265
Miscellaneous Receipts	18
Fundraiser Proceeds	31,922
Local Grants	376,027
Donations	349,877
Total Receipts	759,109
EXPENDITURES	
Contractual Services	127,919
Commodities	7,644
Total Expenditures	135,563
Receipts Over (Under) Expenditures	623,546
UNENCUMBERED CASH, January 1, 2019	-
UNENCUMBERED CASH, December 31, 2019	\$ 623,546

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-17

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2019

SWIMMING POOL CDBG FUND

	<u>Actual</u>
RECEIPTS	<u>\$ -</u>
EXPENDITURES	
Contractual Services	<u>20,000</u>
Receipts Over (Under) Expenditures	(20,000)
UNENCUMBERED CASH, January 1, 2019	<u>-</u>
UNENCUMBERED CASH, December 31, 2019	<u><u>\$ (20,000) *</u></u>

* See Note 3 (Cash Basis Exception)

CITY OF SMITH CENTER
Smith Center, Kansas

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2019

WATER FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Water Department			
Water Sales	\$ 539,524	\$ 550,000	\$ (10,476)
Sales Tax	137,629	135,000	2,629
Compensating Use Tax	20,156	25,000	(4,844)
Petty Cash	1,331	1,500	(169)
Miscellaneous Receipts	5,419	3,500	1,919
Reimbursements	1,527	10,000	(8,473)
Installation Charges	2,612	3,000	(388)
Interest on Idle Funds	16,917	6,000	10,917
	<u>725,115</u>	<u>\$ 734,000</u>	<u>\$ (8,885)</u>
Total Receipts			
EXPENDITURES			
Production			
Contractual Services	18,320	\$ 50,000	\$ (31,680)
Commodities	15,421	20,000	(4,579)
Capital Outlay	-	30,000	(30,000)
	<u>33,741</u>	<u>100,000</u>	<u>(66,259)</u>
Total Production			
Transmission & Distribution			
Personal Services	45,873	100,000	(54,127)
Contractual Services	67,018	150,000	(82,982)
Commodities	18,191	70,000	(51,809)
Capital Outlay	2,900	45,000	(42,100)
	<u>133,982</u>	<u>365,000</u>	<u>(231,018)</u>
Total Transmission & Distribution			

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-18
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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2019

WATER FUND (Cont.)

	Actual	Budget	Variance Over (Under)
EXPENDITURES (Cont.)			
Administration & General			
Personal Services	\$ 77,798	\$ 86,000	\$ (8,202)
Contractual Services	62,149	160,000	(97,851)
Commodities	989	20,000	(19,011)
Capital Outlay	18,454	84,967	(66,513)
Total Administration & General	<u>159,390</u>	<u>350,967</u>	<u>(191,577)</u>
Other Expenditures			
Postage	758	1,000	(242)
Miscellaneous Expenditures	187	3,000	(2,813)
Key Returns	300	1,000	(700)
Water Rights	-	500	(500)
Uniforms	30	-	30
Debt Service			
Principal	141,308	141,308	-
Interest	51,285	51,285	-
Service Fee	9,917	9,917	-
Total Other Expenditures	<u>203,785</u>	<u>208,010</u>	<u>(4,225)</u>
Outgoing Transfer			
Water Improvement Fund	<u>56,175</u>	<u>80,000</u>	<u>(23,825)</u>
Total Expenditures	<u>587,073</u>	<u>\$ 1,103,977</u>	<u>\$ (516,904)</u>
Receipts Over (Under) Expenditures	138,042		
UNENCUMBERED CASH, January 1, 2019	<u>660,921</u>		
UNENCUMBERED CASH, December 31, 2019	<u>\$ 798,963</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-19

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2019

WATER IMPROVEMENT FUND

	<u>Actual</u>
RECEIPTS	
Incoming Transfer	
Water Fund	<u>\$ 56,175</u>
EXPENDITURES	
Contractual Services	<u>123,514</u>
Receipts Over (Under) Expenditures	(67,339)
UNENCUMBERED CASH, January 1, 2019	<u>257,099</u>
UNENCUMBERED CASH, December 31, 2019	<u><u>\$ 189,760</u></u>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-20

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2019

AIRPORT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Hanger Rent	\$ 11,100	\$ 16,000	\$ (4,900)
Farm Ground Rent	7,138	7,000	138
Miscellaneous Receipts	942	1,500	(558)
Fuel Sales	49,372	48,000	1,372
County Allocation	1,537	6,000	(4,463)
Local Grants/Donations	6,679	3,500	3,179
Sales Tax	1,420	2,000	(580)
Incoming Transfer			
Waste Disposal Fund	22,000	-	22,000
Total Receipts	<u>100,188</u>	<u>\$ 84,000</u>	<u>\$ 16,188</u>
EXPENDITURES			
Contractual Services	22,444	\$ 34,500	\$ (12,056)
Commodities	50,398	57,000	(6,602)
Capital Outlay	28,554	8,566	19,988
Adjustment for Qualifying Budget Credits	-	1,330	(1,330)
Total Expenditures	<u>101,396</u>	<u>\$ 101,396</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	(1,208)		
UNENCUMBERED CASH, January 1, 2019	<u>4,831</u>		
UNENCUMBERED CASH, December 31, 2019	<u>\$ 3,623</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-21

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For The Year Ended December 31, 2019

GOLF COURSE FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Dues	\$ 17,933	\$ 20,000	\$ (2,067)
Rentals	6,029	8,000	(1,971)
Fees	5,522	5,000	522
Tournaments	6,540	7,000	(460)
Local Grants/Donations	1,776	10,000	(8,224)
Miscellaneous Receipts	3,119	4,000	(881)
Interest on Idle Funds	103	300	(197)
Total Receipts	<u>41,022</u>	<u>\$ 54,300</u>	<u>\$ (13,278)</u>
EXPENDITURES			
Contractual Services	14,425	\$ 21,600	\$ (7,175)
Commodities	23,989	35,500	(11,511)
Capital Outlay	<u>3,415</u>	<u>10,028</u>	<u>(6,613)</u>
Total Expenditures	<u>41,829</u>	<u>\$ 67,128</u>	<u>\$ (25,299)</u>
Receipts Over (Under) Expenditures	(807)		
UNENCUMBERED CASH, January 1, 2019	<u>1,627</u>		
UNENCUMBERED CASH, December 31, 2019	<u>\$ 820</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-22

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2019

WASTE DISPOSAL FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Waste Disposal Receipts	\$ 322,106	\$ 328,000	\$ (5,894)
Miscellaneous Receipts	430	500	(70)
	<u>322,536</u>	<u>\$ 328,500</u>	<u>\$ (5,964)</u>
Total Receipts			
EXPENDITURES			
Personal Services	107,820	\$ 108,500	\$ (680)
Contractual Services	21,656	59,800	(38,144)
Commodities	20,235	40,000	(19,765)
Capital Outlay	12,749	83,179	(70,430)
Debt Service			
Principal	85,539	85,539	-
Interest	21,736	21,736	-
Service Fee	2,106	2,106	-
Reserves	-	151,485	(151,485)
Reimbursements	209	-	209
Outgoing Transfers			
General Operating Fund	-	75,000	(75,000)
Equipment Reserve Fund	75,000	75,000	-
Airport Fund	22,000	-	22,000
	<u>369,050</u>	<u>\$ 702,345</u>	<u>\$ (333,295)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	(46,514)		
UNENCUMBERED CASH, January 1, 2019	<u>520,828</u>		
UNENCUMBERED CASH, December 31, 2019	<u>\$ 474,314</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 3

SCHEDULE OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
For The Year Ended December 31, 2019

AGENCY FUNDS

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Payroll Clearing Fund	\$ 1,983	\$ -	\$ -	\$ 1,983
Hospital Sales Tax Fund	<u>-</u>	<u>144,137</u>	<u>144,137</u>	<u>-</u>
Total Agency Funds	<u>\$ 1,983</u>	<u>\$ 144,137</u>	<u>\$ 144,137</u>	<u>\$ 1,983</u>